COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES) CASE NO. 2003-00413
OF THE CITY OF WILLIAMSBURG)

<u>O R D E R</u>

On October 31, 2003, the city of Williamsburg (Williamsburg) filed to increase its existing rates for wholesale water service to Whitley County Water District (Whitley County) and Cumberland Falls Highway Water District (Cumberland Falls). Williamsburg proposed the new rates to become effective for water sales on and after December 1, 2003, and Whitley County and Cumberland Falls moved to intervene in any Commission proceedings on the proposed rate increase.

Having considered the proposed rate revisions and being otherwise sufficiently advised, the Commission finds that, pursuant to KRS 278.190, further proceedings are necessary to determine the reasonableness of the proposed rate revision. The Commission further finds that the intervention of Whitley County and Cumberland Falls is likely to present issues or to develop facts that assist the Commission in fully considering the matter without unduly complicating or disrupting this proceeding.

IT IS THEREFORE ORDERED that:

1. Williamsburg's proposed rate revision is suspended for 5 months from December 1, 2003 up to and including April 30, 2004.

2. The motions for full intervention of Whitley County and Cumberland Falls are granted.

Done at Frankfort, Kentucky, this 13th day of November, 2003.

By the Commission

ATTEST:

Executive Director